

which (i) is expected to be of long continued and indefinite duration, (ii) substantially impedes his ability to live independently, and (iii) is of such a nature that such ability could be improved by more suitable housing conditions.

(d) The provisions of this section are exclusive of the provisions of subsection 9 (7) of this Article 81, anything therein to the contrary notwithstanding, the rental for housing purposes hereunder not being deemed to be a commercial rental business.

(e) The tax credit created by this section shall be a credit against ordinary taxes levied by the State and any county, municipal corporation or other taxing authority in the State, against or applicable to property, real and personal, owned by a corporation which qualifies for the tax credit, and such credit shall be deducted by a qualified corporation on the face of its tax bill or tax return with an appropriate reference to this section.

7(A)(1) IN ANY CASE IN WHICH REAL PROPERTY OWNED BY SUCH INSTITUTIONS OR ORGANIZATIONS OR BY ANY NONPROFIT CORPORATION EXEMPT FROM INCOME TAXATION UNDER THE PROVISIONS OF SECTION 288(G) OF THIS ARTICLE, ENGAGED SOLELY IN THE CONSTRUCTION, OPERATION AND MANAGEMENT OF MULTI-FAMILY RENTAL HOUSING STRUCTURES AND SUCH RELATED FACILITIES AS DINING HALLS, COMMUNITY ROOMS, INFIRMARIES AND OTHER ESSENTIAL SERVICE FACILITIES NEWLY CONSTRUCTED AFTER SEPTEMBER 23, 1959, NINETY-FIVE PERCENT (95%) OR MORE OF THE COST OF WHICH WAS FINANCED UNDER THE LOAN PROGRAM OF THE UNITED STATES GOVERNMENT PROVIDED FOR UNDER THE SENIOR CITIZENS HOUSING PROGRAM PURSUANT TO SECTION 202 OF THE NATIONAL HOUSING ACT OF 1959, AS AMENDED, SHALL YIELD RENTAL REVENUES WHICH ARE CONTROLLED UNDER SUCH LOAN PROGRAM OF THE UNITED STATES GOVERNMENT SO AS NOT TO PRODUCE ANY NET INCOME AND TO BE OPERATED ON A NONPROFIT BASIS, THE POLITICAL SUBDIVISION IN WHICH SUCH PROPERTY IS LOCATED IS AUTHORIZED TO ENTER INTO AN AGREEMENT WITH ANY SUCH INSTITUTION, ORGANIZATION OR CORPORATION FOR THE PAYMENT OF A NEGOTIATED SUM OR SUMS IN LIEU OF TAXES, AND, UPON APPROVAL OF SAID AGREEMENT BY THE EXECUTIVE BODY OF SUCH SUBDIVISION, THE NEGOTIATED PAYMENT SHALL BE IN LIEU OF ALL STATE AND LOCAL ASSESSMENTS AND TAXES UPON REAL PROPERTY UNDER THIS ARTICLE; AND SAID AGREEMENT MAY INCLUDE THE ABATEMENT OR REDUCTION OF ANY PREVIOUS TAX ASSESSMENT UPON SAID PROPERTY. SAID PAYMENT SHALL BE DIVIDED BETWEEN THE STATE AND SUCH POLITICAL SUBDIVISION IN ACCORDANCE WITH THE RATIO WHICH THE RATE OF TAX IMPOSED BY THE STATE BEARS TO THE RATE OF TAX IMPOSED BY SUCH POLITICAL SUBDIVISION.

SEC. 2. *And be it further enacted*, That this Act shall take effect July JUNE 1, 1966.

Approved April 14, 1966.

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